

CITY OF HAYWARD
AGENDA REPORT

AGENDA DATE 04/06/99
AGENDA ITEM 4
WORK SESSION ITEM _____

TO: Mayor and City Council
FROM: Director of Finance and Internal Services
SUBJECT: Approval of Equipment Lease Financing

RECOMMENDATION:

It is recommended that City Council authorize the City Manager to execute an Equipment Lease/Purchase Agreement and other documents necessary to procure equipment lease financing from Zion's First National Bank.

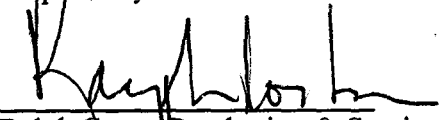
BACKGROUND:

City Council approval is requested for lease financing of equipment with a purchase price of \$107,345. The equipment is a 33,000 lb capacity flatbed truck equipped with a 4 ½ ton capacity lifting crane. This vehicle is a planned replacement for an existing Water Department crane truck. The Equipment Management Division budget for 1998-99 includes this acquisition and authorizes the use of a lease purchase transaction to finance its purchase.

Staff sent Requests for Proposals to fifteen providers of municipal lease financing. Eight proposals were received. The net effective interest rates offered ranged from 4.58% to 6.80%. The lowest cost proposal was submitted by Zion's First National Bank

Lease documents are on file and available for review with the City Clerk.

Prepared by:


Ralph Costa, Purchasing & Services Manager

Recommended by:

Perry H. Carter

Perry H. Carter, Director of Finance & Internal Services

Approved by:

Jesús Armas

Jesús Armas, City Manager

DM 3-17-99

HAYWARD CITY COUNCIL

RESOLUTION NO. _____

Introduced by Council Member _____

RESOLUTION AUTHORIZING EXECUTION OF
EQUIPMENT LEASE/PURCHASE AGREEMENT AND
OTHER DOCUMENTS NECESSARY TO PROCURE
EQUIPMENT LEASE FINANCING FROM ZION'S FIRST
NATIONAL BANK

NOW, THEREFORE, BE IT RESOLVED that the City Council hereby authorizes the City Manger to execute a Equipment Lease/Purchase Agreement and other documents that may be necessary in order to procure equipment lease financing necessary for a 33,000 lb capacity flatbed truck equipped with a 4 ½ ton capacity lifting crane, on terms satisfactory to the City Manager and in a form approved by the City Attorney.

IN COUNCIL, HAYWARD, CALIFORNIA _____, 1999

ADOPTED BY THE FOLLOWING VOTE:

AYES:

NOES:

ABSTAIN:

ABSENT:

ATTEST: _____
City Clerk of the City of Hayward

APPROVED AS TO FORM:

City Attorney of the City of Hayward